

**ASSEMBLY BILL**

**No. 1039**

**Introduced by Assembly Member Frommer**

February 22, 2005

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An act to amend Section 25436 of the Public Resources Code, relating to energy conservation.

LEGISLATIVE COUNSEL'S DIGEST

AB 1039, as introduced, Frommer. Energy efficient refrigeration.

Existing law requires the State Energy Resources Conservation and Development Commission to implement a Small Business Energy Efficient Refrigeration Loan Program for qualifying small businesses to purchase and install energy efficient refrigeration equipment. Existing law requires that the program offer loans at 3% interest. Existing law allows the commission to enter into agreements with lending institutions and qualifying vendors to facilitate making and administering loans.

This bill make a technical, nonsubstantive change in these provisions.

Vote: majority. Appropriation: no. Fiscal committee: no.  
State-mandated local program: no.

*The people of the State of California do enact as follows:*

- 1 SECTION 1. Section 25436 of the Public Resources Code is
- 2 amended to read:
- 3 25436. (a) ~~Within 45 days of the effective date of this~~
- 4 ~~chapter, the~~ The commission shall implement a Small Business
- 5 Energy Efficient Refrigeration Loan Program for qualifying

1 small businesses to purchase and install energy efficient  
2 refrigeration equipment.

3 (b) The program shall offer loans at 3 percent interest on terms  
4 that will ensure the small business owner will repay the loan over  
5 time in accordance with terms established by the Energy  
6 Commission, but in no event may the term exceed the useful life  
7 of the purchase.

8 (c) The commission may enter into agreements with lending  
9 institutions and qualifying vendors to facilitate making and  
10 administering loans. Any loan made by the commission for the  
11 purchase of equipment shall be secured against the equipment  
12 purchased.